

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6714

BILL NUMBER: HB 1073

DATE PREPARED: Dec 10, 2000

BILL AMENDED:

SUBJECT: Sales Tax Exemption for Art.

FISCAL ANALYST: John Parkey

PHONE NUMBER: 232-9854

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill exempts the sale of art produced by an artist who resides and maintains a business in a downtown area from the state sales tax if the sales transaction occurs in the downtown area.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues: This bill exempts the sale of art created and sold by artists who live and maintain businesses in a downtown area, an enterprise zone, or a brownfield region from the state sales tax. The impact of this bill on state revenue is expected to be minimal.

Gross Retail (Sales) and Use taxes are deposited in the State General Fund (59.03%), the Property Tax Replacement Fund (40%), the Public Mass Transportation Fund (0.76%), the Commuter Rail Service Fund (0.17%), and the Industrial Rail Service Loan Fund (0.04%).

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of State Revenue.

Local Agencies Affected:

Information Sources: Tom Conley, Department of State Revenue, (317) 232- 2107; Leslie Richardson, Director, Division of Research, Indiana Department of Commerce, (317) 232-8962; Indiana Department of Environmental Management.